### **Performance Incentives** Fiscal Year 2006

Every year the federal government provides incentive dollars to states for five child support performance categories. The amount Michigan receives is determined by state performance, whether the state meets the federal data reliability standards and how many other states qualify for incentives. This sum is shared between the state, county Friend of the Court and prosecutor's offices.

Performance	Michigan	Federal	Federal	MI Qualify for
Factor	Performance	Average	Goal	Incentive
Paternity				
Establishment	90.7%	97.9%	90%	Yes
Percentage (PEP) <sup>1</sup>				
Support Order				
Percentage <sup>2</sup>	79.8%	77.3%	80%	Yes
Current Support				
Percentage <sup>3</sup>	61.4%	60.3%	80%	Yes
Arrearage				
Percentage <sup>4</sup>	54.3%	60.8%	80%	Yes
Cost				
Effectiveness <sup>5</sup>	\$5.29	\$4.58	\$5.00+	Yes

### Michigan received \$26 million in performance incentives in 2006\*

Data Source: U.S. Department of Health and Human Services, Administration for Children and Families, Office of Child Support Enforcement Fiscal Year 2006 Preliminary Data

Fiscal Year 2004 Fiscal Year 2005

<sup>\*</sup> For performance in 2005. Incentives for performance in 2006 will be received in 2007.

<sup>&</sup>lt;sup>1</sup> Paternity establishment Percentage the most recent calendar year's paternity acknowledgements and establishments divided by the previous year's unwed births.
Support Order Percentage is the percentage of the total caseload that has a support order

<sup>3</sup> Current Support Percentage is the percentage of cases owed current support that receive current support

<sup>&</sup>lt;sup>4</sup> Arrearage Percentage is the percentage of cases owed arrearages that receive arrearage payment

<sup>5</sup> Cost Effectiveness indicate the amount collected for every administrative dollar spent

### **Performance Incentives** Fiscal Year 2005\*

Every year the federal government provides incentive dollars to states for five child support performance categories. The amount Michigan receives is determined by state performance, whether the state meets the federal data reliability standards and how many other states qualify for incentives. This sum is shared between the state, county Friend of the Court and prosecutor's offices.

Performance	Michigan	Federal	Federal	MI Qualify for
Factor	Performance	Average	Goal	Incentive
Paternity				
Establishment	88.7%	97.4%	90%	Yes
Percentage (PEP) <sup>1</sup>				
Support Order				
Percentage <sup>2</sup>	74.5%	75.8%	80%	Yes
Current Support				
Percentage <sup>3</sup>	60.5%	59.9%	80%	Yes
Arrearage				
Percentage <sup>4</sup>	53.2%	60%	80%	Yes
Cost				
Effectiveness <sup>5</sup>	\$6.70	\$4.58	\$5.00	Yes

#### Michigan generated \$26 million in performance incentives for fiscal year 2005

Data Source: U.S. Department of Health and Human Services, Administration for Children and Families, Office of Child Support Enforcement Fiscal Year 2005 Preliminary Data

#### Fiscal Year 2004

<sup>\*</sup> Money is received in the next fiscal year. The \$26 million was received in fiscal year 2006.

Paternity establishment Percentage the most recent calendar year's paternity acknowledgements and establishments divided by the previous year's unwed births.
Support Order Percentage is the percentage of the total caseload that has a support order

<sup>3</sup> Current Support Percentage is the percentage of cases owed current support that receive current support

<sup>&</sup>lt;sup>4</sup> Arrearage Percentage is the percentage of cases owed arrearages that receive arrearage payment

<sup>5</sup> Cost Effectiveness indicate the amount collected for every administrative dollar spent

## **Performance Incentives** Fiscal Year 2004

Every year the federal government provides incentive dollars to states for five child support performance categories. The amount Michigan receives is determined by state performance, whether the state meets the federal data reliability standards and how many other states qualify for incentives. This sum is shared between the state, county Friend of the Court and prosecutor's offices.

Performance	Michigan	Federal	Federal	MI Qualify for
Factor	Performance	Average	Goal	Incentive
Paternity				
Establishment	86%	98.7%	90%	Yes
Percentage (PEP) <sup>1</sup>				
Support Order				
Percentage <sup>2</sup>	75%	74.4%	80%	Yes
Current Support				
Percentage <sup>3</sup>	60%	59%	80%	Yes
Arrearage				
Percentage⁴	56%	60%	80%	Yes
Cost				
Effectiveness <sup>5</sup>	\$5.42	\$4.38	\$5.00	Yes

# Michigan generated \$29 million in performance incentives for fiscal year 2004

Data Source: U.S. Department of Health and Human Services, Administration for Children and Families, Office of Child Support Enforcement Fiscal Year 2004 Preliminary Data

Paternity establishment Percentage the most recent calendar year's paternity acknowledgements and establishments divided by the previous year's unwed births.
Support Order Percentage is the percentage of the total caseload that has a support order

<sup>3</sup> Current Support Percentage is the percentage of cases owed current support that receive current support

<sup>&</sup>lt;sup>4</sup> Arrearage Percentage is the percentage of cases owed arrearages that receive arrearage payment

<sup>5</sup> Cost Effectiveness indicate the amount collected for every administrative dollar spent